Approved For Release 2003/12/19 : CIA-RDP80R01731R002300120018-9

USDAO MOSCOW USSR % Department of State Washington, DC 20521

11 April 1974

Dear General Walters:

Now that I'm back in Moscow, and feeling, in some ways, as though I had never left, I should like to express appreciation for the considerable time that I was able to spend with you, both at dinner and in your office.

Recalling your interest in the Soviet budget process, I should like to invite your attention to two reports:

HAVE

REQUESTED

Copies of
THESE FOR

Jou.

a. A message IR done by CDR Manthorpe while I was in Washington, Conf. IR 6 901 0294 74, message number 525, DTG 011426Z April 1974.

b. An in depth analysis of Soviet economics and budgeting done by Lt Col Odom, IR 6 901 0475 74 of August 1973.

You can read the message IR in five minutes; Odom's report requires half an hour for digesting. Believe you would find both of them worth requesting. Odom plans a follow-on report further developing the Manthorpe message, and I will ensure that a copy goes directly to you.

DIA review(s) completed.

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June joins me in wishing you continued good health and the greatest of success in your very important assignment.

Very respectfully,

Lieutenant General Vernon A. Walters

Deputy Director

Central Intelligence Agency

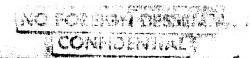
Copy to: Major General Samuel V. Wilson Deputy Director for Attache Affairs

Defense Intelligence Agency

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11. DIRM: 1544, 1F, 1H2, 1H4C, 44, ICR: NHH30-32545, C-SR-3-57381, D-3F3-50251, USDAO MSG (RE6-901-0278-7- DTG EMPLOYED E DAYS PER WEEK"AS "SENTOR RESEARCHER" ON U.S. HAVAC POMER RETTRE VENT OF SENION DEFICERS - INTRODUCTIONS LED TO THIS TOPIC. ADM CONFIRMED THERE LEE THE CATEGOR

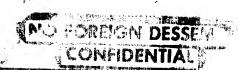
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MAGNO 44 (MIIR) 22A #02/06/74* *06109*
RETIRED DEFICERS "ZARASA" (DE RESERVE), "8 OTSTAVKE" (IN RETIFEMENT).
THE PENSION IS SAME HOR BOTH, DURING "ZAPASA", MONEVER, THE PERICEP
IS PERMITTED TO HOLD ANOTHER JOB AND MUST CONTINUE HIS MILITARY RETURED OFFICERS "ZARASA" (OF RESERVE), "B OTSTAVKE" (IN RETIFERENT),
THE PRESION IS SAME MOR BOTH, DURING "ZAPASA", MOREVER, THE RETIFERENT),
THE PRESION IS SAME MOR BOTH, DURING "ZAPASA", MOREVER, THE RETIFE PRESIDED TO MOUNT ON MOST CONTINUE HIS MILITARY
"UCKYDBA" (STUDIES), WITH RECARD TO WORK, ADM UAID, IF DNES JOB
PAID. TOO MUCH ONE LOST SOME PENSION, THUS, HE DNIY WORKS
TO DO MUCH ONE LOST SOME PENSION, THUS, HE DNIY WORKS
TAPASA MUST ATTEM MORTHLY MEETING, AS "UCKYDBA", AT THEIR LOCAL
RAYON, MYDYENNY KOMMISSARIAT", BECAUSE OF MIS RANK, MOMEYER, AND
BECAUSE ME WOULD RATHER NOT OD TO A LARGE MEETING "WITH ALL THOSE
DOU'S ONE" OF THE RETIRED AND MORTHLY MEETING AZ THE MAIN NAVY STAFF AS
DO "SOME" OTHER TRIBED AND MIRALS, SOMETINES "IN THE CALAIM" ALL THOSE
ALSO LESS THIS AS OPPORTUNITY TO TAKE WITH OTHER FAILMOS ON ACTIVE
DUTY WITH MMS. COMMENT (C) THUS, RADM VASHKIN AND OTHER RETIRED
DEVELOPING NAVY POLICY AND PROBLEMS.
O, (C) ON SOVIET BUDDET PROCESS, RO HAD CHOSEN THIS AS TOPIC OF
DAY AND PURSUED SUBJECT AND MENTIONED INTERSPREYICE RIVALRY DURG
BUDGET ALLOCATIONS, ADM COUNTERED "THERE ASE NO DISPUTES" AND
DESCRIBED FUND ALLOCATION PROCESS, RO HAD CHOSEN THIS AS TOPIC OF
DOY CONSISTING OF "CIVILIANS", ADD SEARCHED FOR SUPPLIE FOR MENTIONED INTERSPREYICE RIVALRY DURG
BUDGET ALLOCATIONS, ADM COUNTERED "THERE ASE NO DISPUTES AND
OSESCRIBED FUND ALLOCATION PROCESS AS CARRIED OUT SAY "SUPPLE MILITARY
SOVIET" IN RATIONAL AND ANICARLE PASHION, AS RO EXPRESSED DISHELES,
ADY ADMITTED SOME OVESTIONS HAD TO BE REFERRED OF SUPPLEME SOLVIET"
FOR RESOLUTION, MEM RO SAKED ABOUT EXPERTISE OF SUP SOV TO MAKE
SUCH DISIONS, ADM SAID HE MEANT "AN EXECUTIVE COMMITTEE OF SUP
SOV CONSISTING DE "CIVILIANS", ASSISTED IN MAKING DECISIONS EV "THE
OCHITITE POR SCIENCE AND TECHNOLOGY" AND "STRAGEGISTS", DO
ON'S THE POR SCIENCE AND TECHNOLOGY" AND "STRAGEGISTS", DO
ON'S TON'S THE PASH SCIENCE AND THAT WE RECOVER OF SOME AND THE SAID
ON'S TON'S THE PASH SCIENCE AND THAT WE NOT THE PASH SOME OF THE PASH SOME OF THE PASH SOME OF THE PAS AM NOT SURE, BUT IT SEEMS TO HE THAM ACH GURSHKOV IS NOT DETTING ALL THAT HE MANTS, BUT UNDERSTAND THAT IN OUR SYSTEM ALL DUR MILITARY LEADERS RECOGNIZE THE LEADERS WIP OF THE PARTY AND IT IS EASIER TO SAY; COMRADE GORSHOOV, HERE IS YOUR PORRIDGE, GO SIT IN

798

CHE.



MSGNO 44 (MIIR) IZA #02/04/74# #06:09#

THE CORNER AND BE QUITE.** COMMENT (C): IN LIGHT OF VASHIN'S

CONTACT HITH MAIN NAVY STAFF AND RAPID CONCLUSION OF

CONVERSATION, RO BELIEVES THIS LAST QUOTED STATEMENT IS ACCURATE

REFLECTION OF CURRENT SOV NAVY BUDGET SITUATION.

E. (C) ON NUCLEAR STRIKE. DURING DIGRESSION IN CONVERSATION. YASHIN

MADE USUAL SOVIET STATEMENTS OF KNOWINGHORRORS OF WAR, NET **ENT**

ING. WAP AND PROFESSED THAT SOVIET UNION WOULD NEVER ITITIATE

NUCLEAR WAR. HE SAID EVEN IF USSR WAS **S MISSILES** COMING THEIR

MAY THEY WOULD PICK UP HOTLINE AND SAY **MR. NIXON, WHAT'S HAPPENING?**

IF THEY SAW **HUNDREDS OF MISSILES**, HOWEVER, THEN "SIDE 8, AS WE

SAY** WAS THE **RIGHT*, THE MORAL REQUIREMENT** TO STRIKE SACK AT

CITIES SINCE THERE IS NO USE IN SHOOTING AT EMPTY MISSILE SILOS.**

ADM GORSHKOV HAS DACHA ON RIVER AT ZHUKOVKA (5544.4N/3716.3C) NEAR

ARMANGELSKOVE MEST OF MOSCOW, HE IS ONLY RESIDENT PERMITTED **D

MAINTAIN A BOAT ON RIVER IN AREA FROM WHICH MOSCOW DRINKING WATER

COPESS. COMMENT (C): AREA CLOSED TO DIPLOMATIC TRAVEL. END CUMMENT.

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	from Mosco	e attached th ow you had ca the IR Report	lled abou	ıt;	
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